

MULTIMEDIA



UNIVERSITY

STUDENT IDENTIFICATION NO

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# MULTIMEDIA UNIVERSITY

## FINAL EXAMINATION

TRIMESTER 3, 2015/2016

### BFN3204 – CREDIT ANALYSIS AND LENDING MANAGEMENT

(All sections / Groups)

3<sup>rd</sup> JUNE 2016  
3 p.m. – 5 p.m.  
(2 Hours)

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#### INSTRUCTIONS TO STUDENTS

1. This Questions paper consists of 1 page with 4 Questions only.
2. Attempt **ALL** questions. All questions carry equal marks and the distribution of the marks for each question is given.
3. Please write all your answers in the Answer Booklet provided.

**QUESTION 1**

- a) Accounts receivable financing strategy has been used to help businesses to improve their cash flow position for over centuries. Describe TWO (2) types of accounts receivable financing. (10 marks)
- b) To what extent the professional judgement, standardize decision and scoring based may affect the credit assessment approach? Please discuss. (15 marks)

(Total: 25 marks)

**QUESTION 2**

- a) Explain FIVE (5) types of residential mortgage loans. (15 marks)
- b) How payment record and expenditure of credit qualities would be considered to determine the score for the credit applicant? Please discuss. (10 marks)

(Total: 25 marks)

**QUESTION 3**

Briefly discuss the stages of general collection policies and its THREE (3) collection devices.

(Total: 25 marks)

**QUESTION 4**

Briefly explain the industry life cycle by illustrates it in a diagram. Explain each of the stages.

(Total: 25 marks)

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